

Guaranteed Asset Protection

GAP Coverage



Peace of mind
for the road ahead.



Peace of mind in the event of a total loss.

You can't always tell what the road ahead might bring.

Newly purchased vehicles depreciate the second they're driven off the dealer's lot. In most cases, when a vehicle is stolen or totaled in an accident, you could owe more than your insurance company will actually pay. Are you prepared to pay the difference?

Guaranteed Asset Protection (GAP coverage) is a way drivers can help cover the difference between what the insurer pays and the amount you still owe on your loan or lease. Guaranteed Asset Protection is for drivers looking for added security against unforeseen circumstances, such as theft, fire or natural disasters resulting in a total loss.

Remember, the actual cash value of your vehicle determines how much your policy pays. Don't get stuck paying for a car you no longer have.

Financing a new vehicle can be stressful. Guaranteed asset protection can help provide peace of mind in the event of a total loss.

The GAP is the area of financial liability in the event of a total loss.

In the unfortunate event your vehicle is declared a total loss due to an unrecoverable theft or accidental damage, your auto insurance company will typically pay the current market value of your vehicle less your deductible. But what if your loan or lease balance is higher than the market value of your vehicle?

Answer: You would be responsible for paying off the difference, including your deductible. This can be expensive.

The reason for the potential difference is that normally the loan/lease balance decreases at a predictable amount as monthly payments are made. However, the market value of your vehicle is influenced by several variable factors (e.g. supply, demand, mileage). This means that market value often may be lower than your outstanding balance — particularly early in your contract when you have the most to lose.

Guaranteed Asset Protection (GAP) can help waive the difference from the current value of your vehicle, including up to \$1,000 of your insurance deductible.*

UNFORSEEN CIRCUMSTANCES

- Theft
- Fire
- Natural disaster
- Total loss

GUARANTEED ASSET PROTECTION

- Added security for your investment
- Peace of mind

*Deductible may not be covered in some states. See the GAP agreement for specific details

Are you prepared to pay the difference?

Is the amount you receive from your insurance company enough to pay off your loan or lease balance if your vehicle is declared a total loss?

HERE'S AN EXAMPLE:

Insurance Settlement

Vehicle Value	\$ 21,000
Less your insurance deductible	<u>\$ 1,000</u>
Proceeds from insurance	\$ 20,000
Amount you owe on loan or lease	\$ 28,000
DIFFERENCE	(\$ 8,000)

In this example, the answer is **NO**. The difference illustrates what you would still owe your lender without GAP coverage.



CAR INSURANCE PAYOUT



GAP PAYOUT

GAP waives the difference between what you owe on your vehicle and what your insurance company will pay.**

INSURANCE DEDUCTIBLE

GAP may include a portion of your primary insurance deductible if there is a balance due on the loan or lease after the insurance settlement. GAP will not include your deductible if there is no balance due.

REFINANCE

GAP is terminated if you refinance your Retail Installment Sales Contract.

SETTLEMENT DEDUCTIONS

GAP may not include insurance settlement deductions for customer retained salvage, unrepaired physical damage, towing, rental or storage.

FINANCE ITEMS

GAP may not include delinquent or deferred payments, past due charges, late payment charges or unearned interest.

LOST EQUITY

GAP may not refund advance payments or vehicle equity.

ADD-ONS

GAP may not include amounts added after the loan effective date or refundable portions of any finance additions such as credit life/health insurance, pre-paid maintenance agreements, service contracts or other similar products.

CUSTOMER SECURED FINANCING

GAP may not apply to any loan obtained from any finance source other than from the dealer from whom you purchased or leased your vehicle.

INSURANCE

GAP does not provide any insurance coverage for you or the vehicle, such as collision, comprehensive, bodily injury, property damage or liability. You must have physical damage insurance on your vehicle at the time of purchase in order for GAP to be effective. GAP is not a replacement for primary auto insurance.

Terms and conditions may vary by state. Please see your GAP agreement for specific details.



Drive with confidence.

THE CHOICE IS YOURS

GAP is an optional form of protection available only at the time you sign your Retail Installment Sales Contract or Lease Contract with the dealership. If you would like to know more about GAP, ask to see the GAP agreement. Besides the limitations listed on the back panel, terms and conditions may vary by state.

Limitations of Coverage

The information in this brochure is only an outline. All coverages may not be available in all states. Please review the Road Hazard Plus Vehicle Service Contract for exact coverage, exclusions and limitations.

** Based on your insurance company paying NADA Retail Value for the vehicle at the time of loss. You will be responsible for any portion of a deficiency balance that results from the amount financed that exceeded 150% (may vary by state) of the retail value of the vehicle as of the date you purchased your vehicle.

Provided and Administrated by:

State	Company
AL	Automotive Warranty Services, Inc. dba Alabama Warranty Services, Inc.
CA	Motor Warranty Services of North America California License, #0E40891
OK	Automotive Warranty Services of Florida, Inc. Oklahoma License #861338
WA	Provider: National Product Care Company Administrator: Automotive Warranty Services, Inc.

Other states where available Automotive Warranty Services, Inc.

All located at 175 West Jackson Blvd., Chicago, IL 60604
1-888-989-4435

Not available in all states.



resource automotive®